

TEACHERS' RETIREMENT BOARD
BUDGETS AND AUDITS COMMITTEE

SUBJECT: Approval of Minutes of February 8, 2001 Meeting

ITEM NUMBER: 2

ATTACHMENT(S): 1

ACTION: X

DATE OF MEETING: April 5, 2001

INFORMATION: _____

PRESENTER(S): Chairperson

Please see the attached minutes of the February 8, 2001, Budgets and Audits Committee meeting.

PROPOSED
MINUTES OF THE
BUDGETS AND AUDITS COMMITTEE
OF THE
TEACHERS' RETIREMENT BOARD
THURSDAY, FEBRUARY 8, 2001
BOARD ROOM
7667 FOLSOM BOULEVARD
SACRAMENTO, CALIFORNIA

COMMITTEE MEMBERS PRESENT

George Fenimore, Chairperson
Yvonne Gallegos Bodle
Lillian Raffel
Emma Zink
Walter Barnes, representing the State Controller, Kathleen Connell
Jennifer DuCray-Morrill, representing the State Treasurer, Philip Angelides
Annette Porini, representing the Director of Finance, B. Timothy Gage

OTHER BOARD MEMBERS PRESENT

Marty Mathiesen
Gary Lynes

STAFF PRESENT

James D. Mosman, Chief Executive Officer
Christopher J. Ailman, Chief Investment Officer
Christopher Waddell, Chief Counsel
Peggy Plett, DCEO, Administration
Michael Carter, DCEO, Client Benefits and Services
Laurence Martin, DCEO, Information and Financial Systems
Ed Derman, DCEO, External Affairs and Program Development
Way Lee, Director, Office of Audits
Mary Miles, Administrative Assistant

OTHERS PRESENT

Mick Friend, PricewaterhouseCoopers
Lance Stemple, PricewaterhouseCoopers
Lois Shive, CTA
Michael Green, CTA
Beverly Carlson, CTA
Steve DePue, CTA
Dorothy Moser, ULTA-R & CTA-R
Ellen Logue, CTA & NEA-R

A quorum being present, Chairperson Fenimore called the meeting to order at 8:00 a.m.

- II. **APPROVAL OF MINUTES OF OCTOBER 12, 2000 MEETING**
MOTION duly made by Ms. Zink, seconded by Ms. Raffel, and carried to approve the Minutes of the October 12, 2000 meeting.
- III. **ANNOUNCEMENTS**
There were no announcements.
- IV. **PRICEWATERHOUSECOOPERS REPORT TO MANAGEMENT FOR THE YEAR ENDED JUNE 30, 2000**
Mr. Friend and Mr. Stemple, of PricewaterhouseCoopers, provided an overview of the Report to Management for the Year Ended June 30, 2000, which included the Annual Communications, and the Current Year Comment, and the Status of Prior Year Comments.

MOTION duly made by Ms. Zink, seconded by Ms. Raffel, and carried to approve the PricewaterhouseCoopers Report to Management for the Year Ended June 30, 2000.
- V. **2001/2002 PROPOSED BUDGET STATUS UPDATE**
Ms. Plett presented the status of the proposed 2001/2002 Proposed Budget, which included a breakdown of personnel years included in the proposed budget as they relate to business growth or new legislation.
- VI. **2000/2001 BUDGET STATUS REPORT**
Ms. Plett reported staff continues to closely review expenditures relative to the START Project. Staff was directed to provide the amount spent to date on the START Project.
- VII. **QUARTERLY AUDIT STATUS REPORT**
Mr. Lee provided the status of the School District Audits, Internal Audits, and Compliance Case Reviews. Mr. Lee stated that copies of school district audits can be obtained from the school district or from the Office of Audits.
- VIII. **INTERNAL AUDITS FOLLOW-UP STATUS REPORT**
Mr. Lee presented this item.
- IX. **SCHOOL DISTRICT FINAL REPORT**
Mr. Lee presented the highlights of the final audit of the Berkeley Unified School District.
- X. **REVISED 2000/2001 ANNUAL AUDIT WORK PLAN**
Mr. Lee reported the Work Plan had been revised due to delays in the START Project and Office of Audit's staffing turnovers.
- XI. **DRAFT AGENDA FOR THE APRIL BUDGETS AND AUDITS COMMITTEE MEETING**
No changes were made to the draft agenda.

XII. **OPPORTUNITY FOR STATEMENTS FROM THE PUBLIC**

There were no statements.

XIII. **ADJOURNMENT**

Chairperson Fenimore adjourned the Committee meeting at 8:31 a.m.

James D. Mosman, Chief Executive Officer
and Secretary to the Teachers' Retirement Board

George Fenimore, Chairperson